

D. By-Laws

	Page
Authority	D-1
Board of Trustees	D-2
Officers and Duties	D-3
Meetings	D-4
Committees	D-5
Rules of Order	D-6
Administrative Office	D-7
Amendments	D-8

TFFR Board Adopted: May 25, 1995.

Amended: August 21, 1997; November 18, 1999.

CHAPTER 1 - Authority

Section 1-1. The Board of Trustees, hereafter referred to as "Board," has the authority to set policy for the Teachers' Fund for Retirement (TFFR) under North Dakota Century Code, sections 15-39.1-05.1, 15-39.1-05.2, 15-39.1-06, 15-39.1-07, and 15-39.1-08.

1-1-1. North Dakota Century Code, section 15-39.1-05.1 states:

- a. The governor shall appoint, from a list of three nominees submitted to the governor by the North Dakota education association, two board members who are actively employed in full-time positions not classified as school administrators. A board member appointed under this subdivision who terminates employment may not continue to serve as a member of the board.
- b. The governor shall appoint, from a list of three nominees submitted to the governor by the North Dakota council of educational leaders, one board member who is actively employed as a full-time school administrator. A board member appointed under this subdivision who terminates employment may not continue to serve as a member of the board.
- c. The governor will appoint, from a list of three nominees submitted to the governor by the North Dakota retired teachers association, two board members who are the retired members of the fund.
- d. The state treasurer and the superintendent of public instruction."

1-1-2. North Dakota Century Code, section 15-39.1-05.2 states, "The board:

1. Has the powers and privileges of a corporation, including the right to sue and be sued in its own name. The venue of all actions to which the board is a party must be Burleigh County.
2. Shall establish investment policy for the trust fund under section 21-10-02.1. The investment policy must include:
 - a. Acceptable rates of return, liquidity, and levels of risk; and
 - b. Long-range asset allocation targets.

CHAPTER 1 – Authority (continued)

3. Shall arrange for actuarial and medical consultants. The board shall cause a qualified, competent actuary to be retained on a consulting basis. The actuary shall:
 - a. Make a valuation of the liabilities and reserves of the fund and a determination of the contributions required by the fund to discharge its liabilities and pay administrative costs;
 - b. Recommend to the board rates of employer and employee contributions required, based upon the entry age normal cost or other accepted actuarial method, to maintain the fund on an actuarial reserve basis;
 - c. Once every five years make a general investigation of the actuarial experience under the fund including mortality, retirement, employment turnover, and other items required by the board;
 - d. Recommend actuarial tables for use in valuations and in calculating actuarial equivalent values based on the investigation provided for in subdivision c; and
 - e. Perform other duties assigned by the board.
4. May pay benefits and consultant fees as necessary which are hereby appropriated from the fund.
5. Shall submit to the legislative council's employee benefits programs committee any necessary or desirable changes in statutes relating to the administration of the fund.
6. Shall determine appropriate levels of service to be provided to members, including benefits counseling and preretirement programs.
7. Shall, through resolution, inform the state investment board, which is the administrative board of the retirement and investment office, the levels of services, goals, and objectives expected to be provided through the retirement and investment office."

CHAPTER 1 – Authority (continued)

1-1-3. North Dakota Century Code, section 15-39.1-06 states, "The board may hold meetings as may be necessary for the transaction of business and a meeting may be called by the president or any two members of the board upon reasonable notice to the other members of the board."

1-1-4. North Dakota Century Code, section 15-39.1-07 states, ". . . the board may adopt such rules as may be necessary to fulfill the responsibilities of the board."

Section 1-2. The basis for North Dakota Century Code, Chapter 15-39.1, can be found in State Law 1971 Chapter 1984.

Section 1-3. The Board is responsible for carrying out the provisions of the North Dakota Century Code, Chapters 15-39, 15-39.1, and 15-39.2.

CHAPTER 2 – Board of Trustees

- Section 2-1. The Board will have general charge of the retirement plan of TFFR, subject to law, administrative rules and regulations, and these by-laws. The Board will make such policy as necessary to fulfill this obligation. Policy and program services will be communicated to the State Investment board by resolution.
- Section 2-2. Vacancies which may occur among the appointed members of the Board will be filled by the Governor of the state, and the appointee will complete the term for which the original member was selected.
- Section 2-3. The Board will elect its own officers at its first meeting following July 1 of each year.
- Section 2-4. The Board will promulgate rules and regulations as prescribed in North Dakota Century Code, section 28-32.03, for the administration of the retirement plan.
- Section 2-5. The Board will select three of its members to serve on the State Investment Board (SIB) and one member to serve as alternate on the SIB.
- Section 2-6. The Board will select three of the members to serve on the TFFR Benefits/Services Committee.
- Section 2-7. The Board will develop an annual board calendar which will include board education topics.

CHAPTER 3 – Officers and Duties

- Section 3-1. The officers of the Board will be the President, Vice President, Executive Director, and Deputy Executive Director-Retirement Officer. The President and Vice President will be elected by the Board immediately following July 1 of each year and will hold office for one year or until their successors are elected and qualified. A vacancy occurring with the President or Vice President will be filled by the Board at the first meeting of the Board following the vacancy. The Executive Director and Deputy Executive Director-Retirement Officer will not be voting members of the board.
- Section 3-2. **President.** The President will preside at all meetings of the Board. The President will be an ex officio member of all board committees created from time to time. The President will determine the board meeting agenda, and with the Deputy Executive Director-Retirement Officer and Executive Director execute all instruments required to be executed on behalf of the fund, and will perform such other duties as may be imposed by the Board.
- Section 3-3. **Vice President.** The Vice President will perform the duties of the President in his/her absence.
- Section 3-4. **Executive Director.** The Executive Director will be hired by the State Investment Board (SIB), serve in an unclassified position at that Board's pleasure, and will be paid such salary as the SIB determines.
- 3-4-1. The Executive Director oversees planning, supervising, and directing overall Retirement and Investment Office (RIO) programs in accordance with the SIB governance policies and state laws and rules.
 - 3-4-2. The Executive Director administers the Investment Program of RIO and performs related work as assigned by the SIB.
 - 3-4-3. The Executive Director directs the preparation and execution of the RIO budget and legislative agenda and evaluates and monitors financial and operational programs.
 - 3-4-4. The Executive Director represents RIO, promotes RIO programs, and has the authority and responsibility to carry out the day-to-day administrative duties for RIO.

CHAPTER 3 – Officers and Duties (continued)

- 3-4-5. The Executive Director attends all meetings of the SIB and TFFR Board.
- 3-4-6. The Executive Director hires the Deputy Executive Director - Retirement Officer and other staff as necessary to carry out the responsibilities of RIO.

Section 3-5. **Deputy Executive Director - Retirement Officer.** The Deputy Executive Director - Retirement Officer will be hired by the Executive Director, serve in an unclassified position at the Executive Director's pleasure, and will be paid such salary as the Executive Director determines.

- 3-5-1. The Deputy Executive Director - Retirement Officer assists the Executive Director in planning, supervising, and directing overall Retirement and Investment Office (RIO) programs in accordance with the SIB governance policies and state laws and rules and represents the Executive Director in his/her absence.
- 3-5-2. The Deputy Executive Director - Retirement Officer administers the Retirement Program in accordance with governing statutes and board policies established by the Teachers' Fund for Retirement Board (TFFR) and performs related work as assigned by that Board.
- 3-5-3. The Deputy Executive Director - Retirement Officer develops annual and long-range plans for the Board. He/she interprets state and federal law, which governs the retirement program and develops administrative rules, policies, and procedures necessary to administer the program.
- 3-5-4. The Deputy Executive Director - Retirement Officer represents the TFFR Board on retirement program issues.
- 3-5-5. The Deputy Executive Director - Retirement Officer works as a team with the TFFR Board, interest groups, legislative committees, actuarial consultants, legal counsel, and others to administer the retirement program.
- 3-5-6. The Deputy Executive Director - Retirement Officer will assist in the formulation of RIO's budget, including staffing needs, program costs, operating costs, and data processing requirements to assure that retirement program obligations are met.

CHAPTER 3 – Officers and Duties (continued)

- 3-5-7. The Deputy Executive Director - Retirement Officer will be the custodian of the books, records, and files of TFFR. He/she will attend all meetings of the TFFR Board and the members and will make and keep the minutes. The Deputy Executive Director will make out and give out all notices required to be given by law, procedures of the Board, or the rules and regulations of the Fund.
- 3-5-8. The Deputy Executive Director - Retirement Officer will keep a correct roster of the membership of the fund and the salaries paid to each member for service as a teacher; when and what teachers are dropped or withdrawn from the Fund; and records of all pensions paid.
- 3-5-9. The Deputy Executive Director - Retirement Officer will immediately process all applications for claims for payment as allowed under state laws.

CHAPTER 4 - Meetings

- Section 4-1. Regular meetings of the Board to conduct business are to be held as often as necessary. Notice of all meetings will be made in accordance with North Dakota Century Code, section 44-04-20.
- Section 4-2. Special meetings of the Board may be called and held at any time by the President or any two members of the Board upon reasonable notice to the other members of the Board.
- Section 4-3. An annual financial report for the year ending June 30 will be completed by the Board. A copy will be filed with the Governor of the state.
- Section 4-4. A quorum of four will be necessary to express the will or determination of the Board.
- Section 4-5. Voting on matters before the Board will be by voice vote except on all non-procedural votes, when a roll call vote must be taken. Four votes are required for resolution or action by the board. The minutes will show the recorded vote of each Board member.
- Section 4-6. All meetings of the Board are open to the public.
- Section 4-7. A record of proceedings will be kept on all meetings of the Board. The record of these proceedings are public documents, and copies will be distributed to the membership or its representatives upon request.
- Section 4-8. Public participation during Board meetings will be allowed and will be at the discretion of the Board President.
- Section 4-9. Members of the Board, excluding ex officio members, are entitled to receive sixty-two dollars and fifty cents as compensation per day and necessary mileage and travel expenses as provided in sections 44-08-04 and 54-06-09 for attending meetings of the board. No member of the board may lose regular salary, vacation pay, vacation or any personal leave, or be denied the right of attendance by the state or political subdivision thereof while serving on official business of the fund.

CHAPTER 5 - Committees

Section 5-1. The Board will establish one standing committee called the Benefits/Services Committee.

Section 5-2. The purpose of the Benefits/Services Committee is to provide the TFFR Board with advice and recommendations on benefits and services to TFFR members. The Committee will research issues, offer member and employer input, and make recommendations to the TFFR Board about Board goals, their priorities, and future legislation relating to these goals.

Section 5-3. Membership on the Benefits/Services Committee consists of three members selected by the TFFR Board, of which one member must serve as chairperson for the committee. The Committee will also include one representative from each of the following member and employer interest groups: ND Retired Teachers Association, ND Education Association, ND Council of Educational Leaders, ND Schools Boards Association, and ND School Business Managers Association.

Section 5-4. Committee meetings shall be held as often as necessary. Notice of all meetings will be made in accordance with North Dakota Century Code, section 44-04-20 and shall be open to the public.

CHAPTER 6 – Rules of Order

Section 6-1. All TFFR meetings will be conducted in accordance with Robert's Rules of Order Newly Revised, except as superseded by these by-laws and board policies.

CHAPTER 7 – Administrative Office

Section 7-1. For the purpose of carrying out the day-to-day business of the Fund, a central administrative office has been established and will be known as the Retirement and Investment Office (RIO).

Section 7-2. The Executive Director is the administrator of the office.

Section 7-3. The Deputy Executive Director - Retirement Officer will represent the Executive Director in his/her absence.

CHAPTER 8 - Amendments

Section 8-1. These by-laws of the Board may be amended from time to time by a vote in which a majority of the members concur on the amendment and said amendment is not in conflict with existing law.